

NO ANALYSIS REQUIRED

Franchise Tax Board

Author: Cohn and Zettel Analyst: Norm Catelli Bill Number: AB 278

Related Bills: See Previous Analysis Telephone: 845-5117 Amended Date: 06/14/2001

Attorney: Patrick Kusiak Sponsor: Governor Davis

SUBJECT: Manufacturers' Investment Credit/Increaser to 7% and Extends Repeal Date

- ☐ ANALYSIS NOT REQUIRED of this bill -- Not within scope of responsibility of this department.
- ☐ TECHNICAL BILL -- No program or fiscal changes to existing program.
- ☐ BILL AS AMENDED NO LONGER WITHIN SCOPE of responsibility or program of the department.
- ☒ TECHNICAL AMENDMENT -- No change in previously submitted analysis required. Approved position of prior analysis is pending.
- ☐ MINOR AMENDMENT -- No change in previously submitted analysis required. Approved position of prior analysis is _____.
- ☐ MINOR AMENDMENT -- No change in approved position of _____. See comments below.
- ☒ OTHER - See comments below.

COMMENTS:

The MIC has a parallel provision under the Sales and Use Tax Law, whereby a qualified taxpayer can choose whether to take an income or franchise tax credit or to treat the sale as exempt from sales and use tax. This amendment extends the sunset date for that provision to January 1, 2008, to match the extended sunset date in the original bill.

The analysis dated March 30, 2001, still applies.

Board Position:

<input type="checkbox"/> S	<input type="checkbox"/> NA	<input type="checkbox"/> NP
<input type="checkbox"/> SA	<input type="checkbox"/> O	<input checked="" type="checkbox"/> NAR
<input type="checkbox"/> N	<input type="checkbox"/> OUA	<input type="checkbox"/> PENDING

Franchise Tax Board Staff

Date

Norm Catelli

06/20/01